TENNESSEE REGULATORY AUTHORITY

Sara Kyle, Chairman Lynn Greer, Director Melvin Malone, Director



460 James Robertson Parkway Nashville, Tennessee 37243-0505

July 27, 2000

EllenAnn G. Sands Nowalsky, Bronston & Gothard 3500 North Causeway Boulevard Suite 1442 Metairie, LA 70002

Re: Application for Approval of an Agreement and Plan of Merger between Coyote Network Systems, Inc. (Coyote) and Group Long Distance, Inc. (GLD)

Dear Ms. Sands:

This is in response to the application referenced above which requests Authority approval for the acquisition of GLD by Coyote. According to Tennessee Attorney General Opinion 99-119, telecommunication providers with multi-state operations or certificates of authority, such as GLD, may transfer their stock without Authority approval. Since no request was made for transfer of Tennessee certification, no further Authority action is required.

Thank you for informing the Authority of this matter. Please address any further questions to Rosie Gregory at (615) 741-2904 ext. 156.

Sincerely,

K. David Waddell Executive Secretary

Woodelf

c: Tim Atkinson (Coyote)
Sam Hitner (GLD)
Joseph E. Carpenter (Counsel for GLD)
Joe Werner
Richard Collier
Jon Wike
Chris Klein
EAD File
Docket #00-00662